

SUMMARY ANALYSIS OF AMENDED BILL

Franchise Tax Board

Author: Sher Analyst: LuAnna Hass Bill Number: SB 394
Related Bills: See Prior Analysis Telephone: 845-7478 Amended Date: June 20, 2001
Attorney: Patrick Kusiak Sponsor: _____

SUBJECT: California Internet Tax Freedom Act/Extends Repeal Date

DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced/amended _____.

AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.

AMENDMENTS DID NOT RESOLVE THE DEPARTMENT'S CONCERNS stated in the previous analysis of bill as introduced/amended _____.

FURTHER AMENDMENTS NECESSARY.

☒ DEPARTMENT POSITION CHANGED TO Support.

☒ REMAINDER OF PREVIOUS ANALYSIS OF BILL AS INTRODUCED February 21, 2001, STILL APPLIES.

OTHER - See comments below.

SUMMARY

This bill would extend the expiration date of the California Internet Tax Freedom Act to January 1, 2004.

SUMMARY OF AMENDMENT

The June 20, 2001, amendments would remove legislative findings and declarations regarding the need to review California's existing telecommunications levies. The amendments also would remove the requirement for the Legislative Analyst to review and report on those levies.

The amendments do not affect the department and are not discussed in this analysis. Except for a change in the department's position, the department's analysis of the bill as introduced February 21, 2001, still applies.

POSITION

Support.

At its May 2, 2001, meeting, the Franchise Tax Board voted 2-0 to take a support position on this bill, with Annette Porini, on behalf of Member B. Timothy Gage, abstaining.

Board Position:

<input checked="" type="checkbox"/> S	<input type="checkbox"/> NA	<input type="checkbox"/> NP
<input type="checkbox"/> SA	<input type="checkbox"/> O	<input type="checkbox"/> NAR
<input type="checkbox"/> N	<input type="checkbox"/> OUA	<input type="checkbox"/> PENDING

Legislative Director

Date

J. Brian Putler

7/3/01

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